



**ENVIRONMENTAL QUALITY
P.A. 343 of 2006**

11/20/2006

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FULL-TIME EQUATED (FTE) POSITIONS/ FUNDING SOURCE	FY 2005-06 YEAR-TO-DATE	FY 2006-07 GOV'S REC.	FY 2006-07	FY 2006-07	FY 2006-07	CHANGES FROM FY 2005-06 YEAR-TO-DATE			
			SENATE PASSED	HOUSE PASSED	CONFERENCE / ENROLLED	GOVERNOR AMOUNT	SENATE AMOUNT	HOUSE AMOUNT	CONF/ENRLD AMOUNT
FTE Positions.....	1,567.2	1,561.7	1,561.7	1,564.7	1,561.7	(5.5)	(5.5)	(2.5)	(5.5)
GROSS.....	456,723,800	440,744,500	372,128,500	411,963,500	429,818,500	(15,979,300)	(84,595,300)	(44,760,300)	(26,905,300)
Less:									
Interdepartmental Grants Received.....	18,031,100	18,233,600	18,233,600	18,233,600	18,233,600	202,500	202,500	202,500	202,500
ADJUSTED GROSS.....	438,692,700	422,510,900	353,894,900	393,729,900	411,584,900	(16,181,800)	(84,797,800)	(44,962,800)	(27,107,800)
Less:									
Federal Funds.....	145,518,000	140,338,500	140,338,500	140,338,500	140,338,500	(5,179,500)	(5,179,500)	(5,179,500)	(5,179,500)
Local and Private.....	450,000	450,000	450,000	450,000	450,000	0	0	0	0
TOTAL STATE SPENDING.....	292,724,700	281,722,400	213,106,400	252,941,400	270,796,400	(11,002,300)	(79,618,300)	(39,783,300)	(21,928,300)
Less:									
Other State Restricted Funds.....	260,915,100	247,894,000	180,212,000	218,913,000	236,968,000	(13,021,100)	(80,703,100)	(42,002,100)	(23,947,100)
GENERAL FUND/GENERAL PURPOSE.....	31,809,600	33,828,400	32,894,400	34,028,400	33,828,400	2,018,800	1,084,800	2,218,800	2,018,800
PAYMENTS TO LOCALS.....	6,288,700	4,500,000	5,938,700	5,650,000	5,958,700	(1,788,700)	(350,000)	(638,700)	(330,000)

		FY 2005-06 Y-T-D	FY 2006-07 GOVERNOR	SB 1086 FY 2006-07 SENATE	HB 5796 FY 2006-07 HOUSE	SB 1086 FY 2005-06 CONFERENCE	CHANGES FROM FY 2005-06 YEAR-TO-DATE			
							GOVERNOR	SENATE	HOUSE	CONFERENCE
DEPARTMENT OF ENVIRONMENTAL QUALITY										
A. GENERAL ISSUES										
1. <u>Economic Adjustments</u>	Gross	NA	5,777,800	5,777,800	5,777,800	5,777,800	5,777,800	5,777,800	5,777,800	5,777,800
The Governor includes economic adjustments for	IDG	NA	175,300	175,300	175,300	175,300	175,300	175,300	175,300	175,300
workers' compensation, retirement, insurance,	Federal	NA	1,275,800	1,275,800	1,275,800	1,275,800	1,275,800	1,275,800	1,275,800	1,275,800
building occupancy, and information technology.	Private	NA	0	0	0	0	0	0	0	0
	Restricted	NA	3,227,900	3,227,900	3,227,900	3,227,900	3,227,900	3,227,900	3,227,900	3,227,900
	GF/GP	NA	1,098,800	1,098,800	1,098,800	1,098,800	1,098,800	1,098,800	1,098,800	1,098,800
2. <u>Fund Source and FTE Adjustments</u>										
Adjustments are proposed for State restricted revenue, Federal sources, and FTEs to reflect estimated availability of revenue or to reflect the appropriate fund source against which to charge a program function.										
a. Cost Allocation of Administrative Functions.	Gross	NA	NA	NA	NA	NA	NA	NA	NA	NA
Annually, the fund sources appropriated in the	Restricted	NA	NA	NA	NA	NA	NA	NA	NA	NA
administrative budget functions are adjusted to	GF/GP	NA	NA	NA	NA	NA	NA	NA	NA	NA
reflect costs attributable to each fund source.										
Amounts in the expenditure lines are unchanged.										
b. Metallic mine reclamation has a \$20,000 increase	Gross		20,000	20,000	20,000	20,000	20,000	20,000	20,000	NA
from the Metallic mineral surveillance fee to reflect	Restricted		20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000
available revenue.	GF/GP		0	0	0	0	0	0	0	0
c. Services to oil and gas includes a reduction of \$20,000	Gross		(20,000)	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)
from the Oil and gas regulatory fund to reflect	Restricted		(20,000)	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)
actual revenue.	GF/GP		0	0	0	0	0	0	0	0
d. Federal funds used for administration of Federal	Gross		0	0	0	0	0	0	0	0
cleanup sites within the State are shifted from EPA	Federal		(350,000)	(350,000)	(350,000)	(350,000)	(350,000)	(350,000)	(350,000)	(350,000)
funds to Dept. of Defense funds and the Cleanup and	Restricted		350,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000
Redevelopment Fund to reflect available funds and	GF/GP		0	0	0	0	0	0	0	0
anticipated work.										
e. The fund source of Septage waste license fees is	Gross		(243,100)	(243,100)	(243,100)	(243,100)	(243,100)	(243,100)	(243,100)	(243,100)
removed from the Surface water program since the	Restricted		(243,100)	(243,100)	(243,100)	(243,100)	(243,100)	(243,100)	(243,100)	(243,100)
program is fully supported through a different line item.	GF/GP		0	0	0	0	0	0	0	0
f. Funding for information technology services is	Gross		0	0	0	0	0	0	0	0
adjusted to reverse a transfer enacted in FY 2004-05.	Federal		350,000	350,000	350,000	350,000	350,000	350,000	350,000	350,000
	Restricted		(350,000)	(350,000)	(350,000)	(350,000)	(350,000)	(350,000)	(350,000)	(350,000)
	GF/GP		0	0	0	0	0	0	0	0
B. EXECUTIVE OPERATIONS AND DEPARTMENT SUPPORT										
1. <u>Human Resources Optimization</u>	FTE		(1.0)	(1.0)	(1.0)	(1.0)	(1.0)	(1.0)	(1.0)	(1.0)
The Governor recommends adjustments to reflect the	Gross		(35,500)	(35,500)	(35,500)	(35,500)	(35,500)	(35,500)	(35,500)	(35,500)
phasing in of the optimization and the central call center.	Restricted		(46,100)	(46,100)	(46,100)	(46,100)	(46,100)	(46,100)	(46,100)	(46,100)
The FTE is removed since more functions are being	GF/GP		10,600	10,600	10,600	10,600	10,600	10,600	10,600	10,600
performed by personnel in the Dept. of Civil Service.										

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DEPARTMENT OF ENVIRONMENTAL QUALITY										
2.	<u>Restricted Funds deduct</u>	Gross			0	0	0	0	0	0
	The House creates a new fund source call "Restricted funds" that is the aggregate of all DEQ restricted funds that contribute to departmentwide expenses. A language section in Part 2 requires a report on the exact amounts from each fund source appropriated with this line.	Restricted			0	0	0	0	0	0
		GF/GP			0	0	0	0	0	0
	The Conference Committee concurs.									
3.	<u>Grant to the MI Legislative Council</u>	FTE			3.0	0.0	0.0	0.0	3.0	0.0
	The House provides funding for an ombudsman to assist applicants with the DEQ permit process and help resolve conflicts.	Gross			200,000	200,000	0	0	200,000	200,000
		Restricted			0	200,000	0	0	0	200,000
		GF/GP			200,000	0	0	0	200,000	0
	The Conference Committee provides funding from the Environmental Protection Fund for an environmental ombudsman. No FTEs are included.									
4.	<u>Federal NOAA Grant</u>	Gross	45,000	0	0	0	(45,000)	(45,000)	(45,000)	(45,000)
	The budget removes one-time funding provided in FY 2005-06 from the Federal government for implementation of ballast water best management practices to reduce aquatic nuisance species in the Great Lakes.	Federal	22,500	0	0	0	(22,500)	(22,500)	(22,500)	(22,500)
		Restricted	22,500	0	0	0	(22,500)	(22,500)	(22,500)	(22,500)
		GF/GP	0	0	0	0	0	0	0	0
5.	<u>EPA Grant</u>	Gross	1,432,800	0	0	0	(1,432,800)	(1,432,800)	(1,432,800)	(1,432,800)
	The budget removes one-time funding provided in FY 2005-06 from the Environmental Protection Agency for a multi-state hazardous waste manifest project and to design and implement a multi-state data flow system for environmental, health, and safety information.	Federal	1,432,800	0	0	0	(1,432,800)	(1,432,800)	(1,432,800)	(1,432,800)
		GF/GP	0	0	0	0	0	0	0	0
C. AIR QUALITY										
1.	<u>General Fund Reduction</u>	FTE	(0.5)	(0.5)	(0.5)	(0.5)	(0.5)	(0.5)	(0.5)	(0.5)
	To meet reduced General Fund revenue projections, the Governor removes funding and FTEs that support a market-based initiative coordinating the selling and trading of emissions credits between companies.	Gross	(58,100)	(58,100)	(58,100)	(58,100)	(58,100)	(58,100)	(58,100)	(58,100)
		GF/GP	(58,100)	(58,100)	(58,100)	(58,100)	(58,100)	(58,100)	(58,100)	(58,100)
D. ENVIRONMENTAL SCIENCE AND SERVICES										
1.	<u>Fund Shift</u>	Gross	100,300	100,300	100,300	100,300	100,300	100,300	100,300	100,300
	The balance of the Waste Reduction Fee Revenue Fund is declining. To maintain a constant level of operation, the Governor recommends a fund shift of \$100,300 from the Waste Reduction Fee Revenue Fund to the Small Business Pollution Prevention Revolving Fund.	Restricted	100,300	100,300	100,300	100,300	100,300	100,300	100,300	100,300
		GF/GP	0	0	0	0	0	0	0	0

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DEPARTMENT OF ENVIRONMENTAL QUALITY										
2.	<u>Program Shift</u>	Gross	0	0	0	0	0	0	0	NA
	The Governor moves funding of \$135,000 in Settlement funds from Laboratory services to Environmental services to reflect current operations.	Restricted	0	0	0	0	0	0	0	NA
		GF/GP	0	0	0	0	0	0	0	NA
The Governor also changes the label of the Environmental services line item to "Program services and grant management".										
3.	<u>Community Outreach Pilot Program</u>	Gross			150,000	0	0	0	150,000	0
	The House provides funding for portable modules to engage communities to increase awareness of environmental issues in each area.	Restricted			150,000	0	0	0	150,000	0
		GF/GP			0	0	0	0	0	0
The Conference Committee does not include this funding.										
4.	<u>Brownfield Grants and Loans Program</u>	Gross	8,811,000	0	0	8,811,000	8,811,000	0	0	8,811,000
	The Conference Committee includes funding from the Clean Michigan Initiative - response activities to support a recommendation by the Governor for additional grants and loans.	Restricted	8,811,000	0	0	8,811,000	8,811,000	0	0	8,811,000
		GF/GP	0	0	0	0	0	0	0	0
E. OFFICE OF GEOLOGICAL SURVEY										
All proposed changes within this unit are discussed in the General Issues section.										
F. LAND AND WATER MANAGEMENT										
1.	<u>MDOT Funding</u>	Gross	27,200	27,200	27,200	27,200	27,200	27,200	27,200	27,200
	The Governor increases funding received from the MI Dept. of Transportation to match the anticipated grant.	IDG	27,200	27,200	27,200	27,200	27,200	27,200	27,200	27,200
	The funding is used for the review of environmental permits related to transportation projects.	GF/GP	0	0	0	0	0	0	0	0
2.	<u>Restricted Fund Shift</u>	Gross	0	0	0	0	0	0	0	0
	The Governor estimates that revenue from land and water permit fees will fall short of program needs. The budget shifts \$1,613,800 from the permit fees to the Environmental Protection Fund to maintain current program operations. The fund shift includes \$800,000 in Great Lakes shorelands and \$813,800 in Field permitting and project assistance.	Restricted	0	0	0	0	0	0	0	0
		GF/GP	0	0	0	0	0	0	0	0
3.	<u>General Fund Reduction</u>	Gross	0	0	0	0	0	0	0	0
	To reduce General Fund appropriations, a fund shift is included in the Wetland assessment program within Great Lakes Shorelands. Land and water permit fees will be used.	Restricted	80,000	80,000	80,000	80,000	80,000	80,000	80,000	80,000
		GF/GP	(80,000)	(80,000)	(80,000)	(80,000)	(80,000)	(80,000)	(80,000)	(80,000)

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DEPARTMENT OF ENVIRONMENTAL QUALITY										
G. REMEDIATION AND REDEVELOPMENT										
1. <u>Cleanup Fund Shift - Part 1: CMI to RPF</u>	Gross		(1,900,000)	0	(1,900,000)	(1,900,000)	(1,900,000)	0	(1,900,000)	(1,900,000)
Administration dollars from the Clean Michigan Initiative have been almost fully appropriated and spent in prior fiscal years. The Governor proposes a fund shift of \$1,900,000 from the CMI administration dollars to the Refined Petroleum Fund (RPF). The RPF money would come from a reduction in the amount available for cleanup projects in the Refined Petroleum Fund cleanup program. Funding for cleanup sites would decrease from \$22.0 million to \$20.1 million.	Restricted		(1,900,000)	0	(1,900,000)	(1,900,000)	(1,900,000)	0	(1,900,000)	(1,900,000)
	GF/GP	0	0	0	0	0	0	0	0	0
The Senate restores the appropriation for Refined Petroleum cleanup sites and instead appropriates funding from the Environmental Protection Fund to replace the removal of \$1,900,000 in CMI-administration dollars.										
The House concurs with the Governor and replaces the CMI-admin funds with the Refined Petroleum Fund.										
The Conference Committee concurs with the Senate.										
2. <u>Cleanup Administration Fund Shift - Part 2: CRF</u>	Gross	0	0	0	0	0	0	0	0	0
The Cleanup and Redevelopment Fund (CRF) is one of the primary funds supporting administration of the overall cleanup program. The balance of the CRF is declining due to lower annual revenue and use of the Fund to pay for general obligation debt service.	Restricted	(2,000,000)	(2,000,000)	(2,000,000)	(2,000,000)	(2,000,000)	(2,000,000)	(2,000,000)	(2,000,000)	(2,000,000)
	GF/GP	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
The Governor proposes a fund shift within cleanup administration from the CRF to the General Fund and the Environmental Protection Fund. The fund shift would include \$1,000,000 from the Environmental Protection Fund and \$2,000,000 GF/GP. Currently, no General Fund dollars are appropriated in this unit.										
Sufficient funding would be available in the Environmental Protection Fund as a result of a fund balance transfer proposed as part of a supplemental appropriation in FY 2005-06. The fund balance transfer would move money from the Cleanup and Redevelopment Trust Fund and the Community Pollution Prevention Fund (both part of the Bottle Deposits Fund) into the Environmental Protection Fund. The transferred funds would be used to cover shortfalls in cleanup administrative funding and other areas of the budget for a few years.										
3. <u>Removal of One-time Refined Petroleum Fund</u>	Gross	80,000,000	0	0	0	0	(80,000,000)	(80,000,000)	(80,000,000)	(80,000,000)
The budget removes a one-time appropriation from the balance of the Refined Petroleum Fund. The FY 2005-06 appropriation was for cleanup sites and the reimbursement of eligible cleanup activities to owners/operators.	Restricted	80,000,000	0	0	0	0	(80,000,000)	(80,000,000)	(80,000,000)	(80,000,000)
	GF/GP	0	0	0	0	0	0	0	0	0

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DEPARTMENT OF ENVIRONMENTAL QUALITY										
4.	<u>General Fund Reduction and Fund Shift</u> To meet reduced General Fund revenue estimates, the Senate removes some of the General Fund support for cleanup administration and replaces it with revenue from the Environmental Protection Fund.	Gross Restricted GF/GP		0 434,000 (434,000)	0 0 0	0 0 0	0 0 0	0 434,000 (434,000)	0 0 0	0 0 0
5.	<u>Little Black Creek</u> The House adds funding from the Cleanup and Redevelopment Fund for a project at this site.	Gross Restricted GF/GP			35,000 35,000 0	35,000 35,000 0	0 0 0	0 0 0	35,000 35,000 0	35,000 35,000 0
The Conference Committee concurs with the House.										
6.	<u>St. Louis Water Supply Wells</u> The House adds funding from the General Fund to procure an alternative water supply for the city.	Gross GF/GP			300,000 300,000	300,000 300,000	0 0	0 0	300,000 300,000	300,000 300,000
The Conference Committee provides funding for this project from the Environmental Protection Fund.										
7.	<u>St. Clair Shores - Lange/Revere Canals</u> The House adds funding from the Cleanup and Redevelopment Fund for a project at the Lange and Revere canals.	Gross Restricted GF/GP			500,000 500,000 0	500,000 500,000 0	0 0 0	0 0 0	500,000 500,000 0	500,000 500,000 0
The Conference Committee concurs with the House.										
8.	<u>Environmental Cleanup and Redevelopment</u> The Conference Committee includes funding from the Clean Michigan Initiative - response activities and the Environmental Protection Bond Fund to support a recommendation by the Governor for additional cleanup sites. A site listing is provided in Part 2.	Gross Restricted GF/GP	21,100,000 21,100,000 0	0 0 0	0 0 0	21,100,000 21,100,000 0	21,100,000 21,100,000 0	0 0 0	0 0 0	21,100,000 21,100,000 0
H. WASTE AND HAZARDOUS MATERIALS										
1.	<u>General Fund Reduction</u> To meet reduction General Fund revenue projections, the Governor recommends a reduction to Radiological protection.	Gross GF/GP	(11,400) (11,400)	(11,400) (11,400)	(11,400) (11,400)	(11,400) (11,400)	(11,400) (11,400)	(11,400) (11,400)	(11,400) (11,400)	(11,400) (11,400)
I. WATER										
1.	<u>Manufactured Housing</u> The fund balance is insufficient to support this program. Since the program is primarily run by the Dept. of Labor and Economic Development (DLEG), that department with take over current DEQ responsibilities.	Gross Restricted GF/GP	633,300 633,300 0	0 0 0	0 0 0	0 0 0	(633,300) (633,300) 0	(633,300) (633,300) 0	(633,300) (633,300) 0	(633,300) (633,300) 0

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DEPARTMENT OF ENVIRONMENTAL QUALITY										
2. <u>General Fund Reduction</u>	FTE		(4.0)	(4.0)	(4.0)	(4.0)	(4.0)	(4.0)	(4.0)	(4.0)
To meet reduced General Fund revenue projections, the Governor removes funding and FTEs supporting four engineers that review plans and permits for wastewater treatment plants. Permit review may take longer if efficiencies are not realized.		Gross	(367,500)	(367,500)	(367,500)	(367,500)	(367,500)	(367,500)	(367,500)	(367,500)
		GF/GP	(367,500)	(367,500)	(367,500)	(367,500)	(367,500)	(367,500)	(367,500)	(367,500)
3. <u>Groundwater Withdrawal</u>	Gross	106,200,000	605,000	0	0	605,000	(105,595,000)	(106,200,000)	(106,200,000)	(105,595,000)
The Conference Committee included funding for administrative costs for the new groundwater withdrawal permit program enacted in February 2006. The restricted funds are a result of increased water use reporting fees, as enacted in the recent legislation.		Restricted	85,000,000	105,000	0	105,000	(84,895,000)	(85,000,000)	(85,000,000)	(84,895,000)
		GF/GP	21,200,000	500,000	0	500,000	(20,700,000)	(21,200,000)	(21,200,000)	(20,700,000)
J. CRIMINAL INVESTIGATIONS										
All proposed changes within this unit are discussed in the General Issues section.										
K. GRANTS										
1. <u>State Revolving Loan Program Federal Funding</u>	Gross	113,053,500	97,179,900	106,979,900	97,179,900	97,179,900	(15,873,600)	(6,073,600)	(15,873,600)	(15,873,600)
Federal funding for the Water Pollution Control and Drinking Water Revolving Loan Fund is expected to decrease by \$5.0 million in FY 2006-07. A proportional reduction in the required State match is also removed from the budget.		Federal	85,000,000	80,000,000	80,000,000	80,000,000	(5,000,000)	(5,000,000)	(5,000,000)	(5,000,000)
		Restricted	21,200,000	11,400,000	21,200,000	11,400,000	(9,800,000)	0	(9,800,000)	(9,800,000)
		GF/GP	6,853,500	5,779,900	5,779,900	5,779,900	(1,073,600)	(1,073,600)	(1,073,600)	(1,073,600)
A revised recommendation from the Governor moved a portion of this appropriation to a separate line item.										
The House and Conference Committee concur with the Governor.										
2. <u>Household Hazardous Waste Collection Funding</u>	Gross	100,000	0	0	100,000	100,000	(100,000)	(100,000)	0	0
The Governor removes one-time funding from the Clean Michigan Initiative for a household hazardous waste collection program.		Restricted	100,000	0	0	100,000	(100,000)	(100,000)	0	0
		GF/GP	0	0	0	0	0	0	0	0
The Senate concurs with the Governor.										
The House restores this funding.										
The Conference Committee concurs with the House.										

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DEPARTMENT OF ENVIRONMENTAL QUALITY										
3. <u>Real-time Water Quality Monitoring Funds</u>	Gross	250,000	0	0	250,000	250,000	(250,000)	(250,000)	0	0
The Governor removes grant funding for real-time	Restricted	250,000	0	0	250,000	250,000	(250,000)	(250,000)	0	0
water quality monitoring in the St. Clair watershed. The	GF/GP	0	0	0	0	0	0	0	0	0
grant was provided from Settlement funds to Macomb										
County and St. Clair County.										
The Senate concurs with the Governor.										
The House restores this funding.										
The Conference Committee concurs with the House.										
4. <u>Muskegon County</u>	Gross				200,000	200,000	0	0	200,000	200,000
The House adds funding for the partial funding of the	Restricted				0	200,000	0	0	0	200,000
development of a wetlands at the Muskegon County	GF/GP				200,000	0	0	0	200,000	0
waste water treatment facility along Little Black Creek.										
The Conference Committee provides funding for this										
project from the Environmental Protection Fund.										
5. <u>SWQIF Loan Program</u>	Gross	9,800,000	49,800,000	9,800,000	49,800,000	49,800,000	40,000,000	0	40,000,000	40,000,000
In a revised recommendation, the Governor added	Restricted	9,800,000	49,800,000	9,800,000	49,800,000	49,800,000	40,000,000	0	40,000,000	40,000,000
funding from the Strategic Water Quality Initiatives Fund	GF/GP	0	0	0	0	0	0	0	0	0
for a new grant program created in statute to increase										
accessibility to the State Revolving Loan Program and										
other SWQIF programs. The Governor also recommends										
moving the existing appropriation to a separate line item.										
The House and Conference Committee concur with the										
Governor.										
L. INFORMATION TECHNOLOGY										
1. <u>Restricted Funds deduct</u>	Gross				0	0	0	0	0	0
The House creates a new fund source call "Restricted	Restricted				0	0	0	0	0	0
funds" that is the aggregate of all DEQ restricted funds	GF/GP				0	0	0	0	0	0
that contribute to departmentwide expenses. A language										
section in Part 2 requires a report on the exact amounts										
from each fund source appropriated with this line.										
The Conference Committee concurs with the House.										

ENVIRONMENTAL QUALITY

LANGUAGE SECTIONS

LANGUAGE SECTIONS		FY 2006-07				
		FY 2005-06 Year-to-Date <u>P.A. 154 of 2005</u>	<u>Governor</u>	<u>Senate</u>	<u>House</u>	<u>Conference</u>
<u>GENERAL SECTIONS</u>						
1.	Payments to Locals. Listing of State payments to local units of government.	Sec. 201	Sec. 201	Sec. 201	Sec. 201	Sec. 201
2.	Management and Budget Act. Subjects appropriations to the Management and Budget Act (P.A. 431 of 1984).	Sec. 202	Sec. 202	Sec. 202	Sec. 202	Sec. 202
3.	Definitions. Definitions of acronyms and abbreviations used in the bill.	Sec. 203	Sec. 203	Sec. 203	Sec. 203	Sec. 203
4.	Civil Service 1% Charges. Requires the Department of Civil Service to bill the Department at the end of the first quarter of the fiscal year for the constitutionally authorized charges of 1% of the aggregate payroll of the classified civil service. Requires payment of the charges by the end of the second quarter of the fiscal year.	Sec. 204	Sec. 204	Sec. 204	Sec. 204	Sec. 204
5.	Hiring Freeze. Imposes a hiring freeze, requires the State Budget Director to make exceptions under certain circumstances and to report quarterly when exemptions are granted.	Sec. 205	Sec. 205	Sec. 205	Sec. 205	Sec. 205
6.	Internet Reports. Requires the Department to use the Internet for publication of required reports; allows reporting by e-mail and placement on an Internet or Intranet site.	Sec. 206	Sec. 206	Sec. 206	Sec. 206	Sec. 206
7.	Retention of Reports. Requires the Department to retain copies of all reports funded from appropriations in the bill; requires that Federal and State guidelines for report and record retention be followed; allows electronic storage of the reports.	Sec. 207	Not Included	Sec. 207	Sec. 207	Sec. 207

LANGUAGE SECTIONS

LANGUAGE SECTIONS		FY 2006-07				
		FY 2005-06 Year-to-Date <u>P.A. 154 of 2005</u>	<u>Governor</u>	<u>Senate</u>	<u>House</u>	<u>Conference</u>
8.	Restricted Fund Balance Report. Requires the Department to provide an annual report by February 15 on restricted fund balances, projected revenues, and expenditures for the current and immediately preceding fiscal years.	Sec. 208	Not Included	Sec. 208	Sec. 208	Sec. 208
9.	Grant and Loan Program Report. Requires a report on all grant, loan or grant, and loan programs administered by the Department; includes specific reporting parameters	Sec. 209	Not Included	Sec. 209	Sec. 209	Sec. 209
10.	Public Meeting on Water Diversion. Requires the Department to notify the Legislature and provide for a public meeting and comment on any request to divert water from the Great Lakes.	Sec. 210	Not Included	Sec. 210	Sec. 210	Sec. 210
11.	Report on Cleanup Programs. Requires a report concerning allocations from the Environmental and Redevelopment Cleanup Program, emergency actions, superfund cleanups, Leaking Underground Storage Tank Cleanup Program, Environmental Protection Bond projects, revitalization revolving loan, brownfield grant and loan program, and contaminated lake and river sediments cleanup program; includes reporting parameters. The <u>Governor</u> , <u>Senate</u> , and <u>House</u> add the Refined Petroleum Fund cleanup program to the report.	Sec. 211	Sec. 213 Modified	Sec. 211 Modified	Sec. 211 Modified	Sec. 211 Modified
12.	Carryforward of Cleanup Appropriations. Authorizes the Department to spend amounts from prior year appropriations, in addition to funds appropriated for environmental cleanup and redevelopment, on legislatively approved sites; appropriates unexpended and unencumbered amounts from prior environmental protection bond fund, cleanup and redevelopment fund, and unclaimed bottle deposits fund and Clean Michigan Initiative Fund appropriations for sites listed in this Act or certain previous acts. The <u>Governor</u> , <u>Senate</u> and <u>House</u> add the Refined Petroleum Fund sites to the carryforward authorization.	Sec. 212	Sec. 214 Modified	Sec. 212 Modified	Sec. 212 Modified	Sec. 212 Modified

LANGUAGE SECTIONS

LANGUAGE SECTIONS		FY 2006-07				
		FY 2005-06 Year-to-Date <u>P.A. 154 of 2005</u>	<u>Governor</u>	<u>Senate</u>	<u>House</u>	<u>Conference</u>
13.	Michigan Youth Conservation Council. Allocates \$5,000 from the environmental education fund appropriation to the Michigan State University Extension- 4H Youth Programs for the Michigan Youth Conservation Council.	Sec. 213	Not Included	Sec. 213	Sec. 213	Sec. 213
14.	Information Technology User Fees. Provides that the Department shall pay user fees to the Department of Information Technology for technology-related services and projects pursuant to an interagency agreement.	Sec. 214	Sec. 209	Sec. 214	Sec. 214	Sec. 214
15.	Information Technology Work Projects. Allows information technology appropriations to be designated as work projects to support environmental quality technology projects.	Sec. 215	Sec. 210	Sec. 215	Sec. 215	Sec. 215
16.	Limitation on Travel. Limits out-of-state travel to that required by legal mandate, court order, mandatory law enforcement, to protect the health or safety of citizens, to prevent the loss of Federal funds, or for specialized training not available in the State. Allows the Budget Director to grants exceptions. Requires an annual report on all travel and related expenditures.	Sec. 216	Sec. 211	Sec. 216	Sec. 216	Sec. 216
17.	Buy American Intent. Provides that department funds should not be used to purchase foreign goods if competitively priced and comparable quality American goods are available; and that preference should be given to the purchase of Michigan manufactured or provided goods and services.	Sec. 217	Sec. 207	Sec. 217	Sec. 217	Sec. 217
18.	Areas of Concern. The Department shall collaborate with appropriate agencies to develop a strategy to restore and remove Michigan's Areas of Concern from the Federal listing. Provides criteria for the strategy. Directs the Department to apply for an equitable share of Federal funding and to meet nonfederal funding requirements.	Sec. 218	Not Included	Sec. 218	Sec. 218	Sec. 218

LANGUAGE SECTIONS

LANGUAGE SECTIONS		FY 2006-07				
		FY 2005-06 Year-to-Date <u>P.A. 154 of 2005</u>	<u>Governor</u>	<u>Senate</u>	<u>House</u>	<u>Conference</u>
19.	Prohibit Disciplinary Action. Prohibits the Department from taking disciplinary action against an employee for communicating with a member of the Legislature or legislative staff.	Sec. 219	Not Included	Sec. 219	Sec. 219	Sec. 219
20.	Fine and Penalty Collections. Requires the Department to report annually on the civil and criminal fine revenue collected during the year.	Sec. 220	Not Included	Sec. 220	Sec. 220	Sec. 220
21.	Contingency Funds. Permits up to \$30.0 million in additional Federal, \$5.0 million in additional State restricted, and \$100,000 each in local and private contingency fund spending pending the approval of legislative transfer requests.	Not Included	Sec. 212	Not Included	Not Included	Not Included
22.	Deprived and Depressed. Directs the Department to take reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts for services and supplies. The Director shall strongly encourage subcontracts with certified businesses in deprived and depressed communities. The <u>Senate</u> adds Baldwin in Lake County to the list of communities.	Not Included	Sec. 208	Sec. 225	Sec. 225	Sec. 225
23.	Settlement Funds Carryforward. Authorizes the carryforward of up to \$2.5 million in the Settlement Funds account to the succeeding fiscal year.	Not Included	Sec. 215	Sec. 221	Sec. 221	Sec. 221

LANGUAGE SECTIONS

LANGUAGE SECTIONS		FY 2006-07				
		FY 2005-06 Year-to-Date P.A. 154 of 2005	<u>Governor</u>	<u>Senate</u>	<u>House</u>	<u>Conference</u>
24.	Benchmarking Report. Requires the Department to establish an annual report and ongoing effort to benchmark its permitting, enforcement, and compliance efforts relative to the performance of comparable states. Requires a report on the results of the study by Dec. 31, 2007. Before adopting the initial study, the Department shall consult with the Environmental Advisory Council. It also will adopt a study design by Oct. 1, 2006 and issue a contract for the study by Jan. 31, 2007. The <u>House</u> and <u>Conference Committee</u> specify that benchmarking shall be done for the air permit, NPDES, and wetland permit programs; allows up to \$50,000 to be spent on the project; specifies membership of a 7-member stakeholder panel to assist a consultant in developing the benchmark study.	Not Included	Not included	Sec. 222	Sec. 222 Modified	Sec. 222 Modified
25.	Renewal of Joint Agreement. States the intent of the Legislature that the joint agreement with the US EPA on regulatory innovation be renewed in substantially similar form as the initial agreement, including tenets to help farms and farm operations voluntarily prevent agricultural pollution risks.	Not Included	Not Included	Sec. 223	Not Included	Sec. 223
26.	Report on GF/GP Reductions. Requires a list by Oct. 15, 2006 of General Fund budget cuts sufficient to reduce General Fund spending by 7.93% in FY 2006-07 if the K-16 ballot initiative is adopted.	Not Included	Not Included	Sec. 224	Not Included	Not Included
27.	Restricted Funds Appropriation. Specifies amounts provided in Part 1 for Executive Operations and Administrative Support from this fund source. Require the Department to adopt a cost allocation plan for revenue sources supporting the administrative unit and submit a report by Oct. 31 detailing the specific fund sources. The <u>Conference Committee</u> does not include a listing of the line items.	Not Included	Not Included	Not Included	Sec. 226	Sec. 226 Modified

LANGUAGE SECTIONS

LANGUAGE SECTIONS		FY 2006-07				
		FY 2005-06 Year-to-Date <u>P.A. 154 of 2005</u>	<u>Governor</u>	<u>Senate</u>	<u>House</u>	<u>Conference</u>
28.	Oil or Alternative Fuels Refinery. Directs the Department to submit a report to the Legislature by April 30 identifying permits required to construct and operate a new oil or alternative fuels refinery in MI and recommend legislation or other measures to facilitate the processing of these permits.	Not Included	Not Included	Not Included	Sec. 227	Sec. 227
29.	Fees and Penalties to the General Fund. Directs all fees or penalties received for violations of permits issued by the Department to be deposited into the General Fund.	Not Included	Not Included	Not Included	Sec. 228	Not Included
30.	Prohibition on Enforcement. Prohibits the Department from spending funds to enforce regulations more stringent than certain Federal regulations. Prohibits the implementation or enforcement of regulations that require an NPDES permit for a farm with no regulated discharge into water of the State, that require submission of field-specific data beyond on-site access, or that exceed agricultural stormwater exemptions.	Not Included	Not Included	Not Included	Sec. 229	Sec. 229
<u>AIR QUALITY</u>						
31.	Report on Air Quality Program. Requires a quarterly report on Air Quality Program expenditures and revenues by fund source and program function.	Sec. 401	Not Included	Sec. 401	Sec. 401	Sec. 401
<u>ENVIRONMENTAL SCIENCE AND SERVICES</u>						
32.	Report on the Great Lakes Water Quality Bond. Requires the Department to report annually by July 1 on the State Revolving Fund and bonds issued under the Great Lakes Water Quality Bond authorized in 2002 to support this program.	Sec. 501	Not Included	Sec. 501	Sec. 501	Sec. 501
33.	IDT for Laboratory Services. Authorizes the carryforward of interdepartmental transfers for laboratory services into the succeeding fiscal year.	Sec. 502	Sec. 501	Sec. 502	Sec. 502	Sec. 502

LANGUAGE SECTIONS

LANGUAGE SECTIONS		FY 2006-07				
		FY 2005-06 Year-to-Date P.A. 154 of 2005	<u>Governor</u>	<u>Senate</u>	<u>House</u>	<u>Conference</u>
34.	Permit Compliance Guides. Directs the Department to work with the Department of Agriculture to publish environmental regulatory compliance guides for the fruit and vegetable processing sector to assist small businesses in complying with rules. The guides must be written in plain language. By April 20, 2007, the Department will develop a plan to develop similar guides for other small business categories. The <u>Conference Committee</u> specifically identifies wetlands permit requirements.	Not Included	Not Included	Sec. 503	Not Included	Sec. 503 Modified
35.	Community Outreach Pilot Program. Provides that the appropriation in Part 1 for this purpose be used to develop a portable community outreach module that engages communities to increase community awareness of environmental issues impacting each community. States intent that the modules be a model for communities to establish their own outreach programs.	Not Included	Not Included	Not Included	Sec. 504	Not Included
36.	Brownfield Grants and Loans. Establishes work projects for unexpended funds appropriated in Part 1 for the brownfield grants and loans program	Not Included	Not Included	Not Included	Not Included	Sec. 504
<u>LAND AND WATER MANAGEMENT</u>						
37.	Waiver of Certain Permit Fees. Allows the Department to waive permit fees for non-profit organizations conducting approved stream habitat improvement projects.	Sec. 601	Not Included	Sec. 601	Sec. 601	Sec. 601
38.	Beach Grooming Contingency. Specifies that all appropriation for the Land and Water Management Division are contingent on the enactment of statutory amendments pertaining to beach grooming and maintenance practices. The <u>Conference Committee</u> requires a report on appropriate beach grooming practices, in consultation with beach grooming interest groups.	Not Included	Not Included	Not Included	Sec. 602	Sec. 602 Modified

LANGUAGE SECTIONS

FY 2005-06
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FY 2006-07

REMEDIATION AND REDEVELOPMENT

		<u>Governor</u>	<u>Senate</u>	<u>House</u>	<u>Conference</u>
39.	Work Projects in Environmental Response. Establishes work projects for the unexpended portions of certain environmental response appropriations. The <u>Governor</u> , <u>Senate</u> , and <u>House</u> add the Refined Petroleum Fund cleanup program.	Sec. 701	Sec. 701 Modified	Sec. 701 Modified	Sec. 701 Modified
40.	Refined Petroleum Fund Project List. Prohibits expenditures from Part 1 of \$42 million from the line item until a cleanup program is establish by law and includes a site listing.	Sec. 702	Not Included	Not Included	Not Included
41.	Refined Petroleum Initial Cleanup. Specifies that the line item in Part 1 for refined petroleum initial program shall be spent according to the Advisory Council's July 7 recommendations for owner/operator reimbursements.	Sec. 703	Not Included	Not Included	Not Included
42.	Cleanup Site Criteria. Requires the Department to incorporate into cleanup site criteria, bioavailability studies, site-specific human exposure data, and peer-reviewed risk assessment studies. The <u>House</u> and <u>Conference Committee</u> require a report by January 1 on efforts taken by the Department to comply with this section.	Sec. 704	Not Included	Sec. 702 Modified	Sec. 702 Modified
43.	St. Louis Water Supply Wells. Provides that the appropriation in Part 1 shall be used toward the cost of procuring an alternative water supply for the City of St. Louis.	Not Included	Not Included	Not Included	Sec. 703
44.	Refined Petroleum Fund Site Report. Requires a report listing cleanup sites funded in Part 1 within 60 days of the enactment into law for a permanent refined petroleum cleanup program.	Not Included	Not Included	Not Included	Sec. 704
45.	Environmental Cleanup Sit List. List of cleanup sites funded with an appropriation in Part 1.	Not Included	Not Included	Not Included	Sec. 705

WASTE & HAZARDOUS MATERIALS

LANGUAGE SECTIONS

FY 2005-06
Year-to-Date
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FY 2006-07

		<u>Governor</u>	<u>Senate</u>	<u>House</u>	<u>Conference</u>
46.	Notification of Petroleum-Related Orders. Requires the Department to notify the appropriate members of the Legislature 48 hours before issuing a departmental order suspending wholesale or retail sale of petroleum products. If imminent public health and safety concerns require action in less than 48 hours, then the Department shall notify the member of the Legislature within 48 hours.	Sec. 801	Not Included	Sec. 801	Sec. 801
47.	Romulus Deep Injection Well. Requires the Department to report annually to the Cities of Romulus and Taylor on the various impacts of the proposed deep well injection facility and species what information should be in the annual report.	Sec. 802	Not Included	Not Included	Sec. 803
48.	Site Review Board. States the intent of the Legislature that the recommendations of the Hazardous Waste Site Review Board are the final approval for each site construction permit application that is referred to the Board.	Not included	Not included	Sec. 802	Sec. 802
<u>WATER</u>					
49.	NPDES Fund Report. Requires an annual report on the Department's use of the NPDES Fund and provides criteria for the report that focuses on compliance and enforcement activities.	Sec. 901	Not Included	Sec. 901	Sec. 901
50.	Safe Drinking Water Technical Assistance. Requires the Department to allocate the full 2% of Federal funding available for technical assistance.	Sec. 902	Not Included	Sec. 902	Sec. 902
51.	Notification of Groundwater Use Action. Does not allow the Department to draft, develop, or implement administrative rules, policies, or procedures that regulate, permit, monitor, or otherwise control the quantity of groundwater use.	Sec. 903	Not Included	Not Included	Not Included

CRIMINAL INVESTIGATIONS

LANGUAGE SECTIONS

LANGUAGE SECTIONS		FY 2006-07				
		FY 2005-06 Year-to-Date <u>P.A. 154 of 2005</u>	<u>Governor</u>	<u>Senate</u>	<u>House</u>	<u>Conference</u>
52.	Inspections of Imported Solid Waste. Requires the Department to conduct periodic inspections of imported solid waste, aimed at identifying and mitigating illegal disposals. <u>GRANTS</u>	Sec. 1001	Not Included	Not Included	Not Included	Not Included
53.	Local Health Department Septage Assistance. Allows the Department to use funds appropriated for the septage waste compliance program to carry out its responsibilities under the program if a health department is not certified in an area or a health department fails to carry out the responsibilities of the program.	Sec. 1101	Sec. 1101	Sec. 1101	Sec. 1101	Sec. 1101
54.	Scrap Tire Suppression. Allocates \$100,000 from the scrap tire grants appropriation for scrap tire fire suppression efforts when all other funding sources have been exhausted by local communities.	Sec. 1102	Not Included	Sec. 1102	Sec. 1102	Sec. 1102
55.	Real-Time Water Quality Monitoring. Specifies that grant funding in Part 1 is for Macomb and St. Clair Counties for a real-time WQM program in the St. Clair watershed. Requires a report by Sept. 30 on the plan, implementation, and status of the project.	Sec. 1103	Not Included	Not Included	Sec. 1103	Sec. 1103
56.	Muskegon County. Specifies that the appropriation in part 1 is to partially fund the development of a wetlands at the Muskegon County waste water treatment facility along the Little Black Creek.	Not Included	Not Included	Not Included	Sec. 1104	Sec. 1104
57.	Sewage Disposal Loan Eligibility. Provides that any governmental unit shall be eligible for a loan for each sewage disposal system operated by that unit of government.	Not Included	Not Included	Not Included	Sec. 1105	Not Included